#### COMMONWEALTH OF KENTUCKY

#### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT ) CASE NO. OF BATH COUNTY WATER DISTRICT ) 2003-00069

## ORDER

On February 13, 2003, Bath County Water District (Bath County) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

- Bath County purchases water from the Morehead Utility Plant Board
   (Morehead) and the Mt. Sterling Water & Sewer System.
- 2. Morehead notified Bath County that effective with its January 1, 2003 billing its wholesale water rate would increase from \$0.576 per 1,000 gallons with a monthly charge of \$3,263.42 to \$0.700 per 1,000 gallons with a monthly charge of \$18,634.13. Bath County proposes to increase the water rates to its customers effective with bills issued on and after February 28, 2003.
- 3. During the 12 months ending December 31, 2002, Bath County purchased 361,236,000 gallons of water from Morehead and 34,278,000 from Mt. Sterling and sold 349,280,000 gallons. The increase in the cost of purchased water is \$229,240, resulting in a purchased water adjustment of \$0.66 per 1000 gallons.
- 4. The purchased water adjustment of \$0.66 per 1,000 gallons is fair, just, and reasonable and should be approved.

### IT IS THEREFORE ORDERED that:

- 1. The purchased water adjustment of \$0.66 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for bills issued on and after February 28, 2003.
  - 2. The proposed tariff sheets filed by Bath County are approved as filed.

Done at Frankfort, Kentucky, this 7<sup>th</sup> day of March, 2003.

By the Commission

ATTEST:

Deputy Executive Dire

### APPENDIX A

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2003-00069 DATED March 7, 2003

The following rates and charges are prescribed for the customers in the area served by Bath County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

# Monthly Water Rates

5/8 x3/4 Meter: First 2,000 gallons Next 3,000 gallons Next 5,000 gallons Next 10,000 gallons Next 30,000 gallons Over 50,000 gallons	\$10.17 Minimum Bill 4.16 per 1,000 gallons 2.86 per 1,000 gallons 2.26 per 1,000 gallons 2.06 per 1,000 gallons 1.96 per 1,000 gallons
1 Meter: First 10,000 gallons Next 10,000 gallons Next 30,000 gallons Over 50,000 gallons	\$36.95 Minimum Bill 2.26 per 1,000 gallons 2.06 per 1,000 gallons 1.96 per 1,000 gallons
2 Meter: First 50,000 gallons Over 50,000 gallons	\$121.35 Minimum Bill 1.96 per 1,000 gallons
Sharpsburg Water District <u>City of Frenchburg</u> First 100,000 gallons per day  Next 250,000 gallons per day	\$2.22 per 1,000 gallons \$2.56 per 1,000 gallons 2.03 per 1,000 gallons
Bulk Sales	\$6.41 per 1,000 gallons